

## A G E N D A



<b>RCA</b>	Austin City Council	<b>Item ID</b>	5695
<b>Meeting Date:</b>	4/21/2011	<b>Department:</b>	Finance

## Subject

Approve a resolution declaring the City of Austin's official intent to reimburse itself from Contractual Obligations in the amount of \$5,135,000 related to the purchase of police sedans and related equipment.

## Amount and Source of Funding

Funding in the amount of \$5,135,000 is available from contractual obligations to be issued in August 2011.

## Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

**Purchasing  
Language:**

**Prior Council  
Action:**

**For More  
Information:** Jeff Knodel, Financial and Administrative Services (974-2589)

**Boards and  
Commission  
Action:**

**MBE / WBE:**

**Related Items:**

## Additional Backup Information

A city must have budgeted for and provided a source of funds in order to enter into a contract. For the City to spend money today, but reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information and protect the tax-exempt status of the future issuance. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the cost with the proceeds of tax-exempt obligations. Reimbursement bonds generally must be issued no later than 18 months after the later of, the date the expenditure was made, or the date that the project with respect to which the expenditure was made, is placed in service.

This action expresses the City Council's intent to authorize the reimbursement for costs associated with 2010-2011 Amended Capital Budget items for Contractual Obligation debt in the amount of \$5,135,000 for the purchase of police sedans and related equipment.